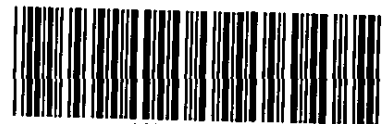


**ARLO (SURREY) LIMITED**  
**ABBREVIATED ACCOUNTS**  
**31 AUGUST 2010**

WEDNESDAY



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16/03/2011

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COMPANIES HOUSE

**COMPANY REGISTRATION NUMBER 05136638**

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**ARLO (SURREY) LIMITED**  
**ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 AUGUST 2010**

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**ARLO (SURREY) LIMITED**  
**INDEPENDENT AUDITOR'S REPORT TO ARLO (SURREY) LIMITED**  
**UNDER SECTION 449 OF THE COMPANIES ACT 2006**

We have examined the abbreviated accounts set out on pages 2 to 5, together with the financial statements of Arlo (Surrey) Limited for the year ended 31 August 2010 prepared under Section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our work, for this report, or for the opinions we have formed.

**RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

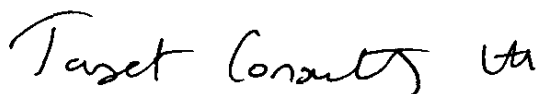
The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

**BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

**OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.



**Simon Morrison** (Senior Statutory Auditor)

**For and on behalf of Target Consulting Limited**  
Chartered Accountants & Statutory Auditor  
Lawrence House  
Lower Bristol Road  
Bath

Dated

11/3/11

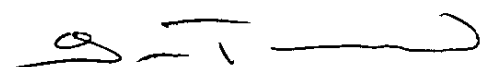
**ARLO (SURREY) LIMITED**  
**ABBREVIATED BALANCE SHEET**

**31 AUGUST 2010**

	Note	2010 £	£	2009 £	£
<b>FIXED ASSETS</b>					
Investments	2		1,540,000		1,540,000
<b>CURRENT ASSETS</b>					
Stocks		3,256,993		1,431,993	
Debtors		365,885		2,632,901	
Cash at bank and in hand		21,816		32,513	
		<u>3,644,694</u>		<u>4,097,407</u>	
<b>CREDITORS. Amounts falling due within one year</b>	3	(1,258,648)		(644,105)	
<b>NET CURRENT ASSETS</b>			<u>2,386,046</u>		<u>3,453,302</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>3,926,046</u>		<u>4,993,302</u>
<b>CREDITORS: Amounts falling due after more than one year</b>	4		(1,726,233)		(2,686,233)
			<u>2,199,813</u>		<u>2,307,069</u>
<b>CAPITAL AND RESERVES</b>					
Called-up equity share capital	6		1		1
Profit and loss account			<u>2,199,812</u>		<u>2,307,068</u>
<b>SHAREHOLDER'S FUNDS</b>			<u>2,199,813</u>		<u>2,307,069</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

These abbreviated accounts were approved by the directors and authorised for issue on 21/02/11, and are signed on their behalf by



**OP Bertelsen**  
Director

Company Registration Number 05136638

The notes on pages 3 to 5 form part of these abbreviated accounts.

**ARLO (SURREY) LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 AUGUST 2010**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

**Turnover**

The turnover shown in the profit and loss account represents rentals and service charges due for the period and amounts receivable for the sale of properties. The sale of property is recognised on completion.

**Stocks**

Stock comprises trading properties, which are valued at the lower of cost and net realisable value.

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

**Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

**Investments**

Fixed asset investments are stated at cost less any provisions for impairment.

**ARLO (SURREY) LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 AUGUST 2010**

**2. FIXED ASSETS**

	Investments £
<b>COST</b>	
At 1 September 2009 and 31 August 2010	<u>2,000,000</u>
<b>AMOUNTS WRITTEN OFF</b>	
At 1 September 2009	<u>460,000</u>
At 31 August 2010	<u>460,000</u>
<b>NET BOOK VALUE</b>	
At 31 August 2010	<u>1,540,000</u>
At 31 August 2009	<u>1,540,000</u>

The company has a 13% holding in Soho Square Productions No 11 LLP

**3. CREDITORS: Amounts falling due within one year**

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2010 £	2009 £
Bank loans and overdrafts	<u>940,000</u>	<u>-</u>

**4. CREDITORS: Amounts falling due after more than one year**

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2010 £	2009 £
Other creditors	<u>1,540,000</u>	<u>1,540,000</u>
Bank loans and overdrafts	<u>-</u>	<u>960,000</u>
	<u>1,540,000</u>	<u>2,500,000</u>

Bank borrowings are secured by way of a fixed and floating charge over all property and assets in favour of Anglo Irish Bank. Additional security has been provided by cross collateralisation of property held by Goldgreen Land Limited, a fellow group undertaking. The loan repayments are interest only until 2012, when the capital is due for repayment. Interest is charged at approximately 2.8% above base rate.

Other creditors are secured by the shares and interest held in fixed asset investments, Soho Square Productions No 11 LLP, in favour of Soho Lending Services Limited. Interest of £92,862 (2009 - £93,371) has been charged during the year.

**ARLO (SURREY) LIMITED**  
**NOTES TO THE ABBREVIATED ACCOUNTS**  
**YEAR ENDED 31 AUGUST 2010**

**5. RELATED PARTY TRANSACTIONS**

At the balance sheet date Arlo (Surrey) Limited owed £147,837 (2009 - £459,381) to Arlo (UK) Limited, a company which owns 50% of the immediate parent undertaking, Arlo (Holdings) Limited. Interest was charged during the year amounting to £20,083 (2009 - £9,063), with the outstanding balance of £29,146 included in accruals at the year end.

At the balance sheet date Brite Court Limited, a company of which M C Bertelsen and O P Bertelsen are directors, owed Arlo (Surrey) Limited £358,036 (2009 - £2,613,408). During the year the company purchased property from Brite Court Limited for £1,825,000.

At the balance sheet date the company owed £22,908 (2009 - £26,798) to M C Bertelsen and £70,897 (2009 - £71,019) to O P Bertelsen, both controlling directors. Interest of £2,447 (2009 - £16,298) was charged on these balances during the year, with £18,747 (2009 - £16,298) outstanding included in accruals at the year end.

**6. SHARE CAPITAL**

**Allotted and called up:**

	<b>2010</b>		<b>2009</b>	
	<b>No</b>	<b>£</b>	<b>No</b>	<b>£</b>
1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

The amounts of paid up share capital for the following categories of shares differed from the called up share capital stated above due to unpaid calls and were as follows:

	<b>2010</b>	<b>2009</b>
	<b>£</b>	<b>£</b>
Ordinary shares	<u>1</u>	<u>1</u>

**7. ULTIMATE PARENT COMPANY**

The company is a wholly owned subsidiary of Arlo (Holdings) Limited. The ultimate parent company is Arlo Limited, a Bahamian registered company.